## COMMITTEE ON LEGISLATIVE RESEARCH OVERSIGHT DIVISION

## **FISCAL NOTE**

<u>L.R. No.</u>: 0433-01 <u>Bill No.</u>: SB 32

Subject: Employees - Employers; Labor and Management

<u>Type</u>: Original

Date: December 23, 2002

# **FISCAL SUMMARY**

ESTIMATED NET EFFECT ON GENERAL REVENUE FUND				
FUND AFFECTED	FY 2004	FY 2005	FY 2006	
General Revenue	( Less than \$100,000)	(Less than \$100,000)	(Less than \$100,000)	
Total Estimated Net Effect on General Revenue Fund	(Less than \$100,000)	(Less than \$100,000)	(Less than \$100,000)	

ESTIMATED NET EFFECT ON OTHER STATE FUNDS				
FUND AFFECTED	FY 2004	FY 2005	FY 2006	
Total Estimated Net Effect on Other State Funds	\$0	\$0	\$0	

Numbers within parentheses: ( ) indicate costs or losses.

This fiscal note contains 4 pages.

L.R. No. 0433-01 Bill No. SB 32 Page 2 of 4 December 23, 2002

ESTIMATED NET EFFECT ON FEDERAL FUNDS				
FUND AFFECTED	FY 2004	FY 2005	FY 2006	
Total Estimated Net Effect on <u>All</u> Federal Funds	\$0	\$0	\$0	

ESTIMATED NET EFFECT ON LOCAL FUNDS				
FUND AFFECTED	FY 2004	FY 2005	FY 2006	
<b>Local Government</b>	\$0	\$0	\$0	

## FISCAL ANALYSIS

#### **ASSUMPTION**

Officials from the **Department of Labor and Industrial Relations (DOL)** state the Division of Labor Standards is the agency charged with enforcement of Missouri's Prevailing Wage Law. The Division receives complaints about alleged violations of the law from workers, worker representatives, public bodies, contractors that bid the project but were not awarded the contract, other contractors that may be performing work on the same project but under a different contract for different services, and contractors that did not bid the project but are familiar with the type of work contracted for by the public body.

DOL assumes if non-contracted contractors or worker representatives could not file complaints, it is impossible to determine whether complaints would be filed by an alternative party allowed by the new language. DOL assumes the impact would be unknown cost under \$100,000.

L.R. No. 0433-01 Bill No. SB 32 Page 3 of 4 December 23, 2002

FISCAL IMPACT - State Government	FY 2004	FY 2005	FY 2006
	(10 Mo.)		

#### GENERAL REVENUE

Costs - DOL Potential increased costs due to unknown impact on current duties.	(Less than	(Less than	(Less than
	\$100,000)	\$100,000)	\$100,000)
FISCAL IMPACT - Local Government	FY 2004 (10 Mo.)	FY 2005 <b>\$0</b>	FY 2006

## FISCAL IMPACT - Small Business

No direct fiscal impact to small businesses would be expected as a result of this proposal.

### **DESCRIPTION**

This proposal limits the people who may complain of alleged prevailing wage violations to either agents/officers of the contracting public body or employees of the contractor/subcontractor subject to the public works contract. The Department of Labor and Industrial Relations shall investigate the complaint and either confirm the violation or dismiss the complaint. Payments may not be withheld until the alleged violation has been confirmed by the department.

This legislation is not federally mandated, would not duplicate any other program and would not require additional capital improvements or rental space.

L.R. No. 0433-01 Bill No. SB 32 Page 4 of 4 December 23, 2002

# **SOURCES OF INFORMATION**

Department of Labor and Industrial Relations

Mickey Wilson, CPA

Director

December 23, 2002